

Schedule D California Capital Gains and Losses**Part I Short-Term Capital Gains and Losses — Assets Held One Year or Less** Use additional sheet(s) if necessary.

(a) Kind of property and description (Example, 100 shares of Z Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Cost or other basis plus expense of sale	(f) Gain (loss) ((d) less (e))
1					
2	Short-term capital gain from installment sales from form FTB 3805E, line 26 or line 37				2
3	Unused capital loss carryover from 1997				3
4	Net short-term capital gain (loss). Combine line 1 through line 3				4

Part II Long-Term Capital Gains and Losses — Assets Held More Than One Year Use additional sheet(s) if necessary.

5					
6	Enter gain from Schedule D-1, line 7 or line 9				6
7	Long-term capital gain from installment sales from form FTB 3805E, line 26 or line 37				7
8	Net long-term capital gain (loss). Combine line 5 through line 7				8
9	Enter excess of net short-term capital gain (line 4) over net long-term capital loss (line 8)				9
10	Net capital gain. Enter excess of net long-term capital gain (line 8) over net short-term capital loss (line 4)				10
11	Total line 9 and line 10. Enter here and on Form 100, Side 1, line 5. Note: If losses exceed gains, carry forward losses to 1999				11

Schedule J Add-On Taxes and Recapture of Tax Credits. See instructions.

1	LIFO recapture due to S corporation election (IRC Sec. 1363(d) deferral: \$)	1
2	Interest computed under the look-back method for completed long-term contracts (Attach form FTB 3834)	2
3	Interest on tax attributable to installment: a Sales of certain timeshares and residential lots	3a
	b Method for nondealer installment obligations	3b
4	IRC Section 197(f)(9)(B)(ii) election	4
5	Credit recapture name:	5
6	Combine line 1 through line 5. Revise Side 1, line 38 or line 39, whichever applies, by this amount. Write "Schedule J" to the left of line 38 or line 39	6

Questions (continued from Side 1)

E Was the corporation's income included in a consolidated federal return? ☐ Yes ☐ No

F Did this corporation or its subsidiary(ies) have a change in control or ownership, or acquire ownership or control of any other legal entity this year? ☐ Yes ☐ No

G Is this corporation to be treated as a credit union? ☐ Yes ☐ No

H Is this corporation apportioning income to California using Schedule R? ☐ Yes ☐ No

I Is this corporation treated as a REMIC for California purposes? ☐ Yes ☐ No

J Date incorporated: ☐ Where: State ☐ Country ☐

K Is this corporation an LLC or limited partnership electing to be taxed as a corporation for federal purposes ☐ Yes ☐ No

L Date business began in California or date income was first derived from California sources ☐

M Accounting method: ☐ (1) ☐ Cash (2) ☐ Accrual (3) ☐ Other

N Location of principal accounting records ☐

O Is the corporation under audit by the IRS or has it been audited by the IRS in a prior year? ☐ Yes ☐ No

P First return? ☐ Yes ☐ No If "Yes" and this corporation is a successor to a previously existing business, check the appropriate box.
☐ (1) ☐ sole proprietorship (2) ☐ partnership (3) ☐ joint venture (4) ☐ corporation (5) ☐ other
(attach statement showing name, address and FEIN of previous business)

Q "Doing business as" name: ☐

R Did this corporation or one of its subsidiaries make a federal election to be treated as a foreign sales corporation (FSC) or a domestic international sales corporation (DISC)? ☐ Yes ☐ No

S Is this corporation a RIC for California purposes? ☐ Yes ☐ No

T At any time during the income year, was more than 50% of the voting stock:

a Of the corporation owned by any single interest? ☐ Yes ☐ No

b Of another corporation owned by this corporation? ☐ Yes ☐ No

c Of this and one or more other corporations owned or controlled, directly or indirectly, by the same interests? ☐ Yes ☐ No

If a or c is "yes" enter the country of the ultimate parent ☐

If a, b or c is "yes," furnish a statement of ownership indicating pertinent names, addresses, and percentages of stock owned. If the owner(s) is an individual, provide the SSN.

U Have all required information returns (e.g. federal Forms 1099, 5471, 5472, 8300, 8865 etc.) been filed with the Franchise Tax Board? ☐ N/A ☐ Yes ☐ No

V Corporation headquarters are: ☐ (1) ☐ Within California
(2) ☐ Outside of California, within the U.S. (3) ☐ Outside of the U.S.

W How many affiliates in the combined report are claiming immunity from taxation in California under Public Law 86-272? ☐

X Is this corporation a REIT for California purposes? ☐ Yes ☐ No

Y Was 50% or more of the stock of this corporation owned by another corporation during this income year? ☐ Yes ☐ No

Z During the income year, were gross receipts (less returns and allowances) of this corporation more than \$1 million? ☐ Yes ☐ No

Is this corporation filing on a water's-edge basis pursuant to R&TC Sections 25110 and 25111 for the current income year? <input type="checkbox"/> Yes <input type="checkbox"/> No				
Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			
	Signature of officer <input type="checkbox"/>	Title	Date	Telephone ()
Paid Preparer's Use Only	Preparer's signature <input type="checkbox"/>	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN/FEIN
	Firm's name (or yours, if self-employed) and address <input type="checkbox"/>			FEIN
				Telephone ()

Schedule A Taxes Deducted Use additional sheet(s) if necessary.

(a) Nature of tax	(b) Taxing authority	(c) Total amount	(d) Nondeductible amount
Total. Enter total of column (c) on Schedule F, line 17, and amounts in column (d) on Side 1, line 2 or line 3 . . .			

Schedule F Computation of Net Income See General Information I.

Income	1	a) Gross receipts or gross sales	b) Less returns and allowances	Balance	●	1c		
	2	Cost of goods sold. Attach federal Schedule A (California Schedule V)				●	2	
	3	Gross profit. Subtract line 2 from line 1c				●	3	
	4	Dividends. Attach federal Schedule C (California Schedule H)				●	4	
	5	a	Interest on obligations of the United States and U.S. instrumentalities		●	5a		
		b	Other interest. Attach schedule		●	5b		
	6	Gross rents				●	6	
	7	Gross royalties				●	7	
	8	Capital gain net income. Attach federal Schedule D (California Schedule D)				●	8	
	9	Ordinary gain (loss). Attach federal Form 4797 (California Schedule D-1)				●	9	
	10	Other income (loss). Attach schedule				●	10	
11	Total income. Add line 3 through line 10				●	11		
Deductions	12	Compensation of officers. Attach federal Schedule E or equivalent schedule				●	12	
	13	Salaries and wages (not deducted elsewhere)				●	13	
	14	Repairs				●	14	
	15	Bad debts				●	15	
	16	Rents				●	16	
	17	Taxes (California Schedule A)				●	17	
	18	Interest. Attach schedule				●	18	
	19	Contributions. Attach schedule				●	19	
	20	Depreciation. Att. fed. Form 4562 (CA FTB 3885) 20				●	20	
	21	Less depreciation claimed elsewhere on return 21a				●	21b	
	22	Depletion. Attach schedule				●	22	
	23	Advertising				●	23	
	24	Pension, profit-sharing, etc., plans				●	24	
	25	Employee benefit plans				●	25	
	26	a) Total travel and entertainment	b) Deductible amounts		●	26b		
	27	Other deductions. Attach schedule				●	27	
	28	Specific deduction for 23701r or 23701t organizations. See instructions				●	28	
	29	Total deductions. Add line 12 through line 28				●	29	
	30	Net income before state adjustments. Subtract line 29 from line 11. Enter here and on Side 1, line 1				●	30	

Schedule V Cost of Goods Sold

1	Inventory at beginning of year	●	1	
2	Purchases	●	2	
3	Cost of labor	●	3	
4	a Additional IRC Section 263A costs. Attach schedule	●	4a	
	b Other costs. Attach schedule	●	4b	
5	Total. Add line 1 through line 4b	●	5	
6	Inventory at end of year	●	6	
7	Cost of goods sold. Subtract line 6 from line 5	●	7	

Method of inventory valuation ►

Was there any substantial change in the manner of determining quantities, costs or valuations between opening

and closing inventory? ☐ Yes ☐ No

If "Yes," attach an explanation. Enter California seller's permit number, if any ►

Check if the LIFO inventory method was adopted this income year for any goods. If checked, attach federal Form 970 ☐

If the LIFO inventory method was used for this income year, enter the amount of closing inventory under LIFO

Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the corporation? ☐ Yes ☐ No

Schedule L Balance Sheets		Beginning of income year		End of income year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash				•
2	a Trade notes and accounts receivable			•	
	b Less allowance for bad debts	()		• ()	•
3	Inventories		•		•
4	Federal and state government obligations				•
5	Other current assets. Attach schedule(s)				•
6	Loans to stockholders/officers. Attach schedule.				•
7	Mortgage and real estate loans				•
8	Other investments. Attach schedule(s).				•
9	a Buildings and other fixed depreciable assets	•		•	
	b Less accumulated depreciation	()		• ()	•
10	a Depletable assets				
	b Less accumulated depletion	()		()	
11	Land (net of any amortization)		•		•
12	a Intangible assets (amortizable only)			•	
	b Less accumulated amortization	()		()	
13	Other assets. Attach schedule(s).				
14	Total assets.		•		•
Liabilities and stockholders' equity					
15	Accounts payable				•
16	Mortgages, notes, bonds payable in less than 1 year				
17	Other current liabilities. Attach schedule(s)				
18	Loans from stockholders				•
19	Mortgages, notes, bonds payable in 1 year or more				•
20	Other liabilities. Attach schedule(s).				•
21	Capital stock: a Preferred stock			•	
	b Common stock			•	•
22	Paid-in or capital surplus. Attach reconciliation		•		•
23	Retained earnings — Appropriated. Attach schedule				
24	Retained earnings — Unappropriated				
25	Adjustments to shareholders' equity (attach schedule).				
26	Less cost of treasury stock		()		()
27	Total liabilities and stockholders' equity.				

Schedule M-1 Reconciliation of income (loss) per books with income (loss) per return			
This schedule does not have to be completed if the amount on Schedule L, line 14, column (d), is less than \$25,000.			
1	Net income per books.	•	
2	Federal income tax	•	
3	Excess of capital losses over capital gains	•	
4	Taxable income not recorded on books this year (itemize) _____	•	
5	Expenses recorded on books this year not deducted in this return (itemize)		
	a Depreciation \$ _____		
	b State taxes \$ _____		
	c Travel and entertainment \$ _____		
6	Total. Add line 1 through line 5	•	
7	Income recorded on books this year not included in this return (itemize)		
	a Tax-exempt interest \$ _____		
8	Deductions in this return not charged against book income this year (itemize)		
	a Depreciation \$ _____		
	b State tax refunds \$ _____		
9	Total. Add line 7 and line 8	•	
10	Net income per return. Subtract line 9 from line 6.		

Schedule M-2 Analysis of unappropriated retained earnings per books (Schedule L, line 24)			
This schedule does not have to be completed if the amount on Schedule L, line 14, column (d), is less than \$25,000.			
1	Balance at beginning of year	•	
2	Net income per books.	•	
3	Other increases (itemize) _____		
4	Total. Add line 1 through line 3	•	
5	Distributions: a Cash	•	
	b Stock	•	
	c Property	•	
6	Other decreases (itemize) _____	•	
7	Total. Add line 5 and line 6		
8	Balance at end of year. Subtract line 7 from line 4.		